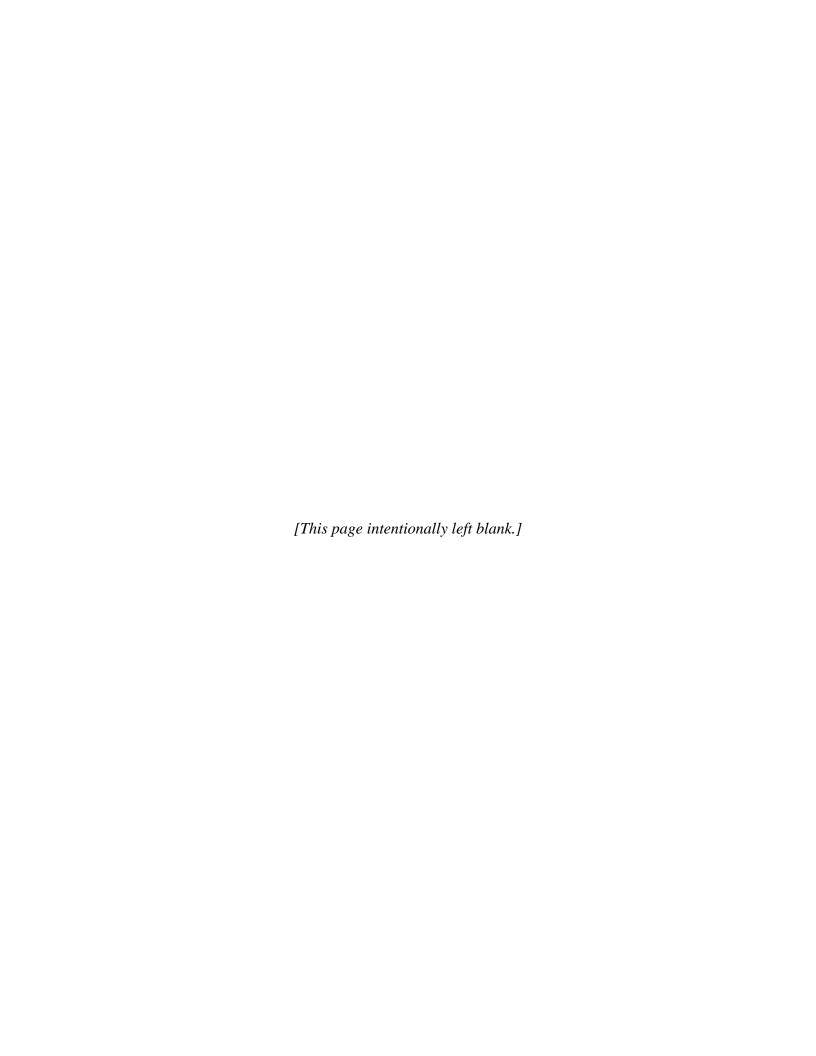
Final Utah Greenhouse Gas Inventory and Reference Case Projections, 1990-2020

Center for Climate Strategies July 2007

Principal Authors: Stephen Roe, Randy Strait, Alison Bailie, Holly Lindquist, Alison Jamison





Executive Summary

The Center for Climate Strategies (CCS) prepared this report for the Utah Department of Environmental Quality (UDEQ) under an agreement with the Western Governors' Association. The report contains an inventory and forecast of the State's greenhouse gas (GHG) emissions from 1990 to 2020.

Utah's anthropogenic GHG emissions and sinks (carbon storage) were estimated for the period from 1990 to 2020. Historical GHG emission estimates (1990 through 2005, or most recent historical year) were developed using a set of generally-accepted principles and guidelines for state GHG emission estimates, with adjustments by CCS to provide Utah-specific data and inputs when it was possible to do so. The initial reference case emission projections (2006-2020) are based on a compilation of various existing projections of electricity generation, fuel use, and other GHG-emitting activities, along with a set of transparent assumptions.

Table ES-1 provides a summary of historical (1990, 2000 and 2005) and reference case projection (2010 and 2020) GHG emissions for Utah. Activities in Utah accounted for approximately 69 million metric tons (MMt) of *gross*¹ carbon dioxide equivalent (CO₂e) emissions in 2005, an amount equal to about 1% of total U.S. gross GHG emissions. Utah's gross GHG emissions are rising at a faster rate than those of the nation as a whole (gross emissions exclude carbon sinks, such as forests). Utah's gross GHG emissions increased 40% from 1990 to 2005, while national emissions rose by only 16% during this period.

Figure ES-1 illustrates the State's emissions per capita and per unit of economic output. On a per capita basis, Utahns emits about 27 metric tons (Mt) of CO₂e annually, slightly higher than the national average of 25 MtCO₂e/yr. As in the nation as a whole, per capita emissions in Utah have changed relatively little (with a slight decrease in the post-2000 period), while economic growth exceeded emissions growth throughout the 1990-2005 period (leading to declining estimates of GHG emissions per unit of state product). During the 1990s, emissions per unit of gross product dropped by 40% nationally, and by 52% in Utah.

The principal source of Utah's GHG emissions is electricity use (electricity production netting out electricity exports), accounting for 37% of total State gross GHG emissions in 2005 (see Table ES-1). The next largest contributors to total gross GHG emissions are the transportation sector (25%) and the residential, commercial, and industrial fossil fuel combustion sector (18%).

As illustrated in Figure 2 and shown numerically in Table ES-1, under the reference case projections, Utah's gross GHG emissions continue to grow, and are projected to climb to 96.1 MMtCO₂e per year by 2020, 95% above 1990 levels. As shown in Figure ES-3, emissions associated with electricity generated to meet Utah's demands is projected to be the largest contributor to future emissions growth, followed by emissions from the transportation sector. The figure shows that electricity generation will add more than 10 MMtCO₂e to Utah's emissions by 2020, while the transportation sector will add almost 6 MMtCO₂e.

_

¹ Excluding GHG emissions removed due to forestry and other land uses and excluding GHG emissions associated with exported electricity.

Some data gaps exist in this analysis, particularly for the reference case projections. Key tasks include review and revision of key emissions drivers (such as electricity, fossil fuel production, and transportation fuel use growth rates) that will be major determinants of Utah's future GHG emissions. We expect that Utah's ongoing climate change action planning process will shed light on these issues.

Estimates of carbon sinks within Utah's forests and agricultural soils have also been included in this report. For forests, the current estimates are based on data from the U.S Forest Service and indicate that about 12.3 MMtCO₂e are sequestered annually in Utah forest biomass. As described in Appendix H however, there is a significant degree of uncertainty in the size of the forest sink in Utah. The estimates presented here are believed to be at the high end of the possible range of sequestration estimates.

Emissions of aerosols, particularly "black carbon" (BC) from fossil fuel combustion, could have significant climate impacts through their effects on radiative forcing. Estimates of these aerosol emissions on a CO₂e basis were developed for Utah based on 2002 and 2018 data from the WRAP. Estimated BC emissions for the year 2002 were a total of 4.9 MMtCO₂e, which is the mid-point of a range of estimated emissions (3.1 – 6.6 MMtCO₂e). Based on an assessment of the primary contributors, it is estimated that BC emissions will decrease substantially by 2018 after new engine and fuel standards take effect in the onroad and nonroad diesel engine sectors. Details of this analysis are presented in Appendix I to this report. These estimates are not incorporated into the totals shown in Table ES-1 below because a global warming potential for BC has not yet been assigned by the Intergovernmental Panel on Climate Change (IPCC).

Table ES-1. Utah Historical and Reference Case GHG Emissions, by Sector^a

(Million Metric Tons CO₂e)	1990	2000	2005	2010	2020	Explanatory Notes for Projections
Electricity Production	15.3	22.5	25.6	27.6	36.6	
Coal	28.8	31.7	33.6	33.6	39.7	See electric sector assumptions
Natural Gas	0.05	0.6	0.4	2.3	3.1	in Appendix A
Oil	0.04	0.04	0.02	0.02	0.03	
Net Exported Electricity	-13.6	-9.9	-8.4	-8.4	-6.3	
Res/Comm/Non-Fossil Ind (RCI)	14.1	15.7	12.2	13.7	16.3	
Coal	5.1	5.1	1.4	1.5	1.6	Based on USDOE regional projections
Natural Gas	6.5	8.3	7.7	8.7	10.7	Based on USDOE regional projections
Oil	2.4	2.3	3.0	3.4	4.0	Based on USDOE regional projections
Wood (CH₄ and N₂O)	0.02	0.03	0.02	0.02	0.02	Based on USDOE regional projections
Transportation	10.9	16.1	16.9	18.4	22.4	<u> </u>
Motor Gasoline	6.5	9.1	9.4	9.8	12.0	VMT projections from UDOT
Diesel	2.1	3.5	4.3	5.2	7.1	VMT projections from UDOT
Natural Gas, LPG, other	0.1	0.3	0.4	0.5	0.7	Projected based on historical data
Jet Fuel and Aviation Gas	2.2	3.1	2.9	2.9	3.0	Aircraft operations projections from FAA
Fossil Fuel Industry	2.5	3.1	4.1	4.4	4.6	
Natural Gas Industry	0.8	1.8	1.9	2.1	2.4	Historical trends and USDOE regional
Oil Industry	0.2	0.1	0.1	0.1	0.1	projections
Coal Mining (Methane)	1.4	1.1	2.1	2.1	2.1	Held flat at 2004 levels
Industrial Processes	2.2	2.8	3.7	4.3	5.8	
Cement Manufacture	0.5	0.8	0.9	0.9	1.1	Utah manufacturing employment growth
Lime Manufacture	0.3	0.5	0.6	0.7	0.8	Utah manufacturing employment growth
Limestone and Dolomite Use	0.04	0.1	0.1	0.1	0.1	Utah manufacturing employment growth
Nitric Acid Production	0.2	0.1	0.1	0.1	0.1	Utah manufacturing employment growth
ODS Substitutes	0.002	0.6	1.1	1.6	2.7	EPA 2004 ODS cost study report
Semiconductor Manufacture	0.002	0.005	0.003	0.002	0.001	Based on national projections (USEPA)
Magnesium Production	1.0	0.7	0.9	0.9	1.1	Utah manufacturing employment growth
SF ₆ from Electric Utilities	0.2	0.1	0.1	0.1	0.04	Based on national projections (USEPA)
Waste Management	1.1	1.7	2.0	2.7	4.7	
Solid Waste Management	0.9	1.4	1.7	2.3	4.2	Projected based on 1996-2005 trend
Wastewater Management	0.2	0.3	0.3	0.4	0.5	Projected based on population
Agriculture	3.1	4.0	4.2	4.6	5.8	
Manure Management	1.2	1.4	1.5	1.6	1.9	USDA livestock projections
Enteric Fermentation	0.3	0.6	0.7	0.9	1.5	USDA livestock projections
Agricultural Soils	1.6	1.8	1.7	1.8	1.9	Projected based on historical trend
Agricultural Residue Burning	0.001	0.001	0.001	0.001	0.001	No growth assumed
Total Gross Emissions	49.3	65.6	68.8	75.6	96.1	
increase relative to 1990		34%	40%	54%	95%	
Forestry and Land Use	-12.3	-12.3	-12.3	-12.3	-12.3	Historical and projected flux held at 2004 levels (excludes soil carbon flux)
Agricultural Soils	-0.7	-0.7	-0.7	-0.7	-0.7	Historical and projected emissions held at 1997 level
Net Emissions (including sinks)	37.0	53.6	56.5	63.4	83.8	
increase relative to 1990		45%	53%	72%	127%	

^a Totals may not equal exact sum of subtotals shown in this table due to independent rounding. NA = not available.

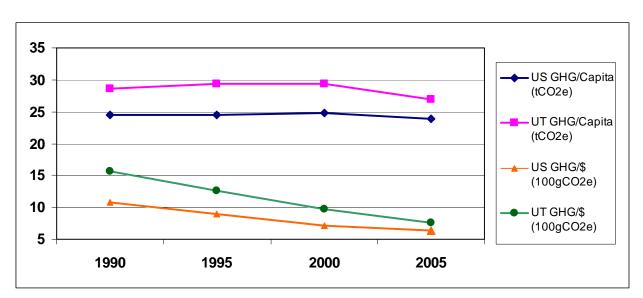
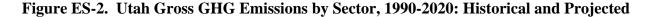
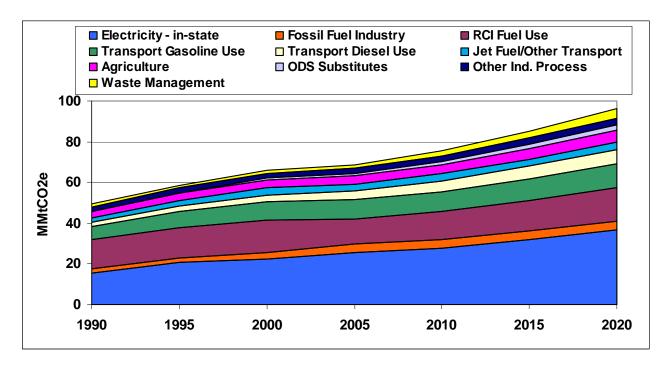
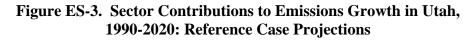


Figure ES-1. Historical Utah and U.S. GHG Emissions, Per Capita and Per Unit Gross Product, 1990-2005







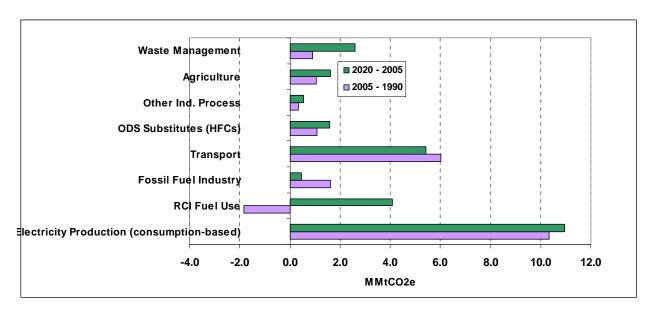


Table of Contents

Executive Summaryiii
Acronyms and Key Termsix
Acknowledgementsxii
Summary of Preliminary Findings1
Utah Greenhouse Gas Emissions: Sources and Trends
Historical Emissions4
A Closer Look at the Two Major Sources: Electricity and Transportation
Reference Case Projections
Key Uncertainties and Next Steps7
Approach
Appendix A. Electricity Use and Supply
Appendix B. Residential, Commercial, and Industrial (RCI) Fossil Fuel Combustion B-Error!
Bookmark not defined.
Appendix C. Transportation Energy Use
Appendix D. Industrial Processes
Appendix E. Fossil Fuel Industries
Appendix F. Agriculture
Appendix G. Waste Management
Appendix H. Forestry H-Error! Bookmark not defined.
Appendix I. Inventory and Forecast for Black CarbonI-Error! Bookmark not defined.
Appendix J. Greenhouse Gases and Global Warming Potential Values: Excerpts from the
Inventory of U.S. Greenhouse Emissions and Sinks: 1990-2000J-Error!
Bookmark not defined.

Acronyms and Key Terms

AEO – Annual Energy Outlook, EIA

Ag – Agriculture

bbls - Barrels

BC - Black Carbon

Bcf - Billion Cubic Feet

BLM – United States Bureau of Land Management

BOC – Bureau of Census

BTU - British Thermal Unit

C – Carbon

CaCO₃ – Calcium Carbonate

CBM – Coal Bed Methane

CCS – Center for Climate Strategies

CFCs – Chlorofluorocarbons

CH₄ - Methane*

CO₂ – Carbon Dioxide*

CO₂e – Carbon Dioxide Equivalent*

CRP – Federal Conservation Reserve Program

EC - Elemental Carbon

eGRID - U.S. EPA's Emissions & Generation Resource Integrated Database

EIA – U.S. DOE Energy Information Administration

EIIP – Emissions Inventory Improvement Project (US EPA)

FIA – Forest Inventory Analysis

GHG - Greenhouse Gases*

GSP - Gross State Product

GWh – Gigawatt-hour

GWP - Global Warming Potential*

HFCs – Hydrofluorocarbons*

HNO₃ – Nitric Acid

HWP - Harvested Wood Products

IPCC – Intergovernmental Panel on Climate Change*

kWh - Kilowatt-hour

LFGTE – Landfill Gas Collection System and Landfill-Gas-to-Energy

LMOP – Landfill Methane Outreach Program

LNG – Liquefied Natural Gas

LPG – Liquefied Petroleum Gas

Mg – Megagrams (equivalent to one metric ton)

Mt - Metric Ton (equivalent to 1.102 short tons)

MMt – Million Metric Tons

MPO – Metropolitan Planning Organization

MSW - Municipal Solid Waste

MW - Megawatt

N – Nitrogen

N₂O - Nitrous Oxide*

NO₂ – Nitrogen Dioxide*

NAICS – North American Industry Classification System

NASS - National Agricultural Statistics Service

NO_x – Nitrogen Oxides

NSCR - Non-selective Catalytic Reduction

ODS – Ozone-Depleting Substances

OM – Organic Matter

PADD – Petroleum Administration for Defense Districts

PFCs - Perfluorocarbons*

PM – Particulate Matter

ppb – parts per billion

ppm – parts per million

ppt – parts per trillion

PSCo – Public Service Company of Utah

PV – Photovoltaic

RCI – Residential, Commercial, and Industrial

RPA – Resources Planning Act Assessment

RPS - Renewable Portfolio Standard

SAR – Second Assessment Report

SCR- Selective Catalytic Reduction

SED – State Energy Data

SF₆ – Sulfur Hexafluoride*

SGIT – State Greenhouse Gas Inventory Tool

Sinks – Removals of carbon from the atmosphere, with the carbon stored in forests, soils, landfills, wood structures, or other biomass-related products.

TAR – Third Assessment Report

T&D – Transmission and Distribution

TWh – Terawatt-hours

UDOT – Utah Department of Transportation

UGS – Utah Geological Survey

UNFCCC - United Nations Framework Convention on Climate Change

U.S. EPA – United States Environmental Protection Agency

U.S. DOE – United States Department of Energy

USDA – United States Department of Agriculture

USFS - United States Forest Service

USGS – United States Geological Survey

UDEQ – Utah Department of Environmental Quality

UT - Utah

VMT – Vehicle-Miles Traveled

WAPA – Western Area Power Administration

WECC - Western Electricity Coordinating Council

W/m² – Watts per Square Meter

WMO - World Meteorological Organization*

WRAP – Western Regional Air Partnership

* - See Appendix J for more information.

Acknowledgements

CCS appreciates all of the time and assistance provided by numerous contacts throughout Utah, as well as in neighboring states, and at federal agencies. Thanks go to the many staff at several Utah state agencies for their inputs, and in particular to Michael Vanden Berg of the Utah Department of Natural Resources, Utah Geological Survey and to Patrick Barickman, Scott Hanks, Brock LeBaron, Ran MacDonald, Deborah McMurtrie, Carol Nielsen, Glade Sowards, Richard Sprott, and Peter Verschoor of the Utah Department of Environmental Quality, Division of Air Quality, who provided key guidance and review for this analytical effort.

The authors would also like to express their appreciation to the additional CCS reviewers: Katie Bickel, Michael Lazarus, Lewison Lem, and David Von Hippel.

Summary of Preliminary Findings

Introduction

The Center for Climate Strategies (CCS) prepared this report for the Utah Department of Environmental Quality (UDEQ) under an agreement with the Western Governors' Association. This report presents initial estimates of base year and projected Utah anthropogenic greenhouse gas (GHG) emissions and sinks for the period from 1990 to 2020. These estimates are intended to assist the State with an initial, comprehensive understanding of current and possible future GHG emissions for Utah, and, thereby, to inform future analysis and design of GHG mitigation strategies.

Historical GHG emissions estimates (1990 through 2005)² were developed using a set of generally accepted principles and guidelines for state GHG emissions inventories, as described in Section 2, relying to the extent possible on Utah-specific data and inputs. The initial reference case projections (2006-2020) are based on a compilation of various existing projections of electricity generation, fuel use, and other GHG-emitting activities, along with a set of simple, transparent assumptions described in the appendices of this report.

This report covers the six types of gases included in the U.S. Greenhouse Gas Inventory: carbon dioxide (CO_2) , methane (CH_4) , nitrous oxide (N_2O) , hydrofluorocarbons (HFCs), perfluorocarbons (PFCs), and sulfur hexafluoride (SF_6) . Emissions of these GHGs are presented using a common metric, CO_2 equivalence (CO_2e) , which indicates the relative contribution of each gas to global average radiative forcing on a Global Warming Potential- (GWP-) weighted basis. The final appendix to this report provides a more complete discussion of GHGs and GWPs. Emissions of black carbon were also estimated. Black carbon (BC) is an aerosol species with a positive climate forcing potential (that is, the potential to warm the atmosphere, as GHGs do); however, black carbon currently does not have a GWP defined by the IPCC due to uncertainties in both the direct and indirect effects of BC on atmospheric processes (see Appendices I and J for more details).

It is important to note that the preliminary emission estimates reflect the *GHG emissions* associated with the electricity sources used to meet Utah's demands, corresponding to a consumption-based approach to emissions accounting (see Approach Section below). Another way to look at electricity emissions is to consider the *GHG emissions produced by electricity* generation facilities in the State. For many years, Utah power plants have tended to produce more electricity than is consumed in the State; emissions associated with exported electricity are excluded from the consumption-based emissions. This report covers both methods of accounting for emissions, but for consistency, all total results are reported as consumption-based.

² The last year of available historical data varies by sector; ranging from 2000 to 2005.

Utah Greenhouse Gas Emissions: Sources and Trends

Table 1 provides a summary of GHG emissions estimated for Utah by sector for the years 1990, 2000, 2005, 2010, and 2020. In the sections below, we discuss GHG emission sources (positive, or *gross*, emissions) and sinks (negative emissions) separately in order to identify trends, projections and uncertainties for each.

This next section of the report provides a summary of the historical emissions (1990 through 2005) followed by a summary of the forecasted reference-case projection-year emissions (2006 through 2020), key uncertainties, and suggested next steps. CCS also provides an overview of the general methodology, principles, and guidelines followed for preparing the inventories. Appendices A through H provide the detailed methods, data sources, and assumptions for each GHG sector.

Appendix I provides information on 2002 and 2018 BC estimates for Utah. CCS estimated that BC emissions in 2002 ranged from 3.1 – 6.6 MMtCO₂e with a mid-point of 4.9 MMtCO₂e. A range is estimated based on the uncertainty in the global modeling analyses that serve as the basis for converting BC mass emissions into their carbon dioxide equivalents (see Appendix I for more details). Since the IPCC has not yet assigned a global warming potential for BC, CCS has excluded these estimates from the GHG summary shown in Table 1 below. Based on an assessment of 2018 forecasted emissions for the primary BC contributors from the Western Regional Air Partnership (WRAP), it is estimated that BC emissions will decrease significantly by 2018 after new engine and fuel standards take effect in the onroad and nonroad diesel engine sectors. About 3.7 MMtCO₂e was estimated for 2002 BC emissions. Emissions are expected to decrease to 0.9 MMtCO₂e by 2018. Appendix I contains a detailed breakdown of emissions contribution by source sector.

Appendix J provides background information on GHGs and climate-forcing aerosols.

Table 1. Utah Historical and Reference Case GHG Emissions, by Sector^a

(Million Metric Tons CO₂e)	1990	2000	2005	2010	2020	Explanatory Notes for Projections
Electricity Production	15.3	22.5	25.6	27.6	36.6	
Coal	28.8	31.7	33.6	33.6	39.7	See electric sector assumptions
Natural Gas	0.05	0.6	0.4	2.3	3.1	in Appendix A
Oil	0.04	0.04	0.02	0.02	0.03	
Net Exported Electricity	-13.6	-9.9	-8.4	-8.4	-6.3	
Res/Comm/Non-Fossil Ind (RCI)	14.1	15.7	12.2	13.7	16.3	
Coal	5.1	5.1	1.4	1.5	1.6	Based on USDOE regional projections
Natural Gas	6.5	8.3	7.7	8.7	10.7	Based on USDOE regional projections
Oil	2.4	2.3	3.0	3.4	4.0	Based on USDOE regional projections
Wood (CH ₄ and N ₂ O)	0.02	0.03	0.02	0.02	0.02	Based on USDOE regional projections
Transportation	10.9	16.1	16.9	18.4	22.4	
Motor Gasoline	6.5	9.1	9.4	9.8	12.0	VMT projections from UDOT
Diesel	2.1	3.5	4.3	5.2	7.1	VMT projections from UDOT
Natural Gas, LPG, other	0.1	0.3	0.4	0.5	0.7	Projected based on historical data
Jet Fuel and Aviation Gas	2.2	3.1	2.9	2.9	3.0	Aircraft operations projections from FAA
Fossil Fuel Industry	2.5	3.1	4.1	4.4	4.6	· · · · · · · · · · · · · · · · · · ·
Natural Gas Industry	0.8	1.8	1.9	2.1	2.4	Historical trends and USDOE regional
Oil Industry	0.2	0.1	0.1	0.1	0.1	projections
Coal Mining (Methane)	1.4	1.1	2.1	2.1	2.1	Held flat at 2004 levels
Industrial Processes	2.2	2.8	3.7	4.3	5.8	
Cement Manufacture	0.5	8.0	0.9	0.9	1.1	Utah manufacturing employment growth
Lime Manufacture	0.3	0.5	0.6	0.7	0.8	Utah manufacturing employment growth
Limestone and Dolomite Use	0.04	0.1	0.1	0.1	0.1	Utah manufacturing employment growth
Nitric Acid Production	0.2	0.1	0.1	0.1	0.1	Utah manufacturing employment growth
ODS Substitutes	0.002	0.6	1.1	1.6	2.7	EPA 2004 ODS cost study report
Semiconductor Manufacture	0.002	0.005	0.003	0.002	0.001	Based on national projections (USEPA)
Magnesium Production	1.0	0.7	0.9	0.9	1.1	Utah manufacturing employment growth
SF ₆ from Electric Utilities	0.2	0.1	0.1	0.1	0.04	Based on national projections (USEPA)
Waste Management	1.1	1.7	2.0	2.7	4.7	, , , , , , , , , , , , , , , , , , , ,
Solid Waste Management	0.9	1.4	1.7	2.3	4.2	Projected based on 1996-2005 trend
Wastewater Management	0.2	0.3	0.3	0.4	0.5	Projected based on population
Agriculture	3.1	4.0	4.2	4.6	5.8	.,
Manure Management	1.2	1.4	1.5	1.6	1.9	USDA livestock projections
Enteric Fermentation	0.3	0.6	0.7	0.9	1.5	USDA livestock projections
Agricultural Soils	1.6	1.8	1.7	1.8	1.9	Projected based on historical trend
Agricultural Residue Burning	0.001	0.001	0.001	0.001	0.001	No growth assumed
Total Gross Emissions	49.3	65.9	68.8	75.7	96.1	
increase relative to 1990		34%	40%	54%	95%	
Forestry and Land Use	-12.3	-12.3	-12.3	-12.3	-12.3	Historical and projected emissions held at 2004 level (excludes soil carbon flux)
Agricultural Soils	-0.7	-0.7	-0.7	-0.7	-0.7	Historical and projected emissions held at 1997 level
Net Emissions (including sinks)	37.0	53.6	56.5	63.4	83.8	
increase relative to 1990		45%	53%	72%	127%	
2 —				 		

^a Totals may not equal exact sum of subtotals shown in this table due to independent rounding. NA = not available.

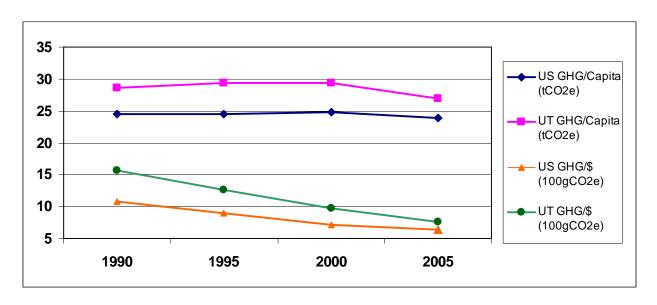
Historical Emissions

Overview

Our analyses suggest that in 2005, activities in Utah accounted for approximately 68.8 million metric tons (MMt) of *gross*³ CO₂e emissions, an amount equal to 1% of total U.S. gross GHG emissions. Utah's gross GHG emissions are rising at a faster rate than those of the nation as a whole (gross emissions exclude carbon sinks, such as forests). Utah's gross GHG emissions increased by about 40% from 1990 to 2005, while national emissions rose by 16% during the same period.

On a per capita basis, Utahns emitted about 27 metric tons (Mt) of CO₂e in 2005, slightly higher than the national average of 25 MtCO₂e/yr. Figure 1 illustrates the State's emissions per capita and per unit of economic output. Unlike the nation as a whole, where per capita emissions have changed relatively little, per capita emissions have dropped slightly. The figure also shows that economic growth has exceeded emissions growth in Utah throughout the 1990-2005 timeframe. From 1990 to 2005, emissions per unit of gross product dropped by 40% nationally and by 52% in Utah.





³ Excluding GHG emissions removed due to forestry and other land uses and excluding GHG emissions associated with exported electricity.

Electricity use, transportation and residential/commercial/industrial (RCI) fossil fuel combustion are the State's principal GHG emissions sources. The combustion of fossil fuels for electricity generation used in-state and for transportation accounted for 61% of Utah's *gross* GHG emissions in 2005, as shown in Table 1. A comparison of Utah and U.S. emissions for 2000 is shown in Figure 2 below, which shows a 58% contribution from these two sectors. The remaining use of fossil fuels – natural gas, oil products, and coal – in the transportation and the residential, commercial, and industrial (RCI) sector, plus the emissions from fossil fuel production, constituted another 29% of total State emissions. The large drop in industrial coal combustion emissions shown in Table 1 between 2000 and 2005 is due to the shut down of the Geneva Steel plant in 2002 (see Appendix B).

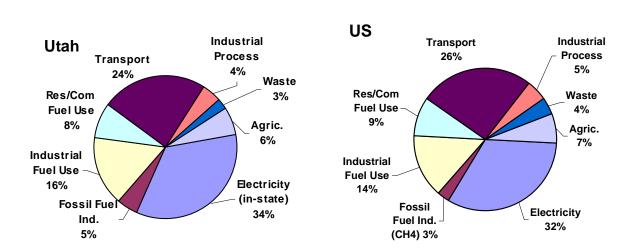


Figure 2. Gross GHG Emissions by Sector, 2000, Utah and US

Agriculture (CH_4 and N_2O emissions from manure management, fertilizer use, crops, livestock, and agricultural burning) accounted for 6%, and landfills and wastewater management facilities produce CH_4 and N_2O emissions accounting for 3% of the State's emissions in 2000. Industrial process emissions comprised the remaining 4% of State GHG emissions in 2000, but these emissions are rising in part due to the increasing use of HFC as substitutes for ozone-depleting chlorofluorocarbons. Other industrial process emissions result from CO_2 released during soda ash, limestone, and dolomite use.

Forestry and agricultural soils in Utah are estimated to result in an annual net sink of about 13 MMtCO₂e in 2005. Details of these flux estimates are provided in Appendices F and H.

The 1990 historical emission estimates are comparable to estimates previously prepared by UDEQ.⁵ In the UDEQ study, the total 1990 gross emissions estimate was about 64 MMtCO₂e

-

⁴ Chlorofluorocarbons (CFCs) are also potent GHGs; they are not, however, included in GHG estimates because of concerns related to implementation of the Montreal Protocol. See final Appendix (Appendix I).

⁵ *Utah Greenhouse Gas Inventory, 1990 and 1993*, UDEQ and the UT Department of Natural Resources, Office of Energy and Resource Planning, date unknown.

compared to the estimate provided in Table 1 of 63 MMtCO₂e. Note that the emissions for electricity exports (13.6 MMtCO₂e) need to be added to the gross emissions total to make this comparison.

Figure 3 shows the historical and forecasted emissions for all sectors and all pollutants in CO₂e. The two largest contributing sectors to emissions growth are electricity consumption and transportation emissions. This is shown graphically in Figure 4, which shows that the electricity consumption sector will add over 10 MMtCO₂e/yr to Utah's emissions by 2020, while the transportation sector will add almost 6 MMtCO₂e/yr. This figure also shows that these two sectors have been the strongest contributors to historic emissions growth since 1990.

A Closer Look at the Two Major Sources: Electricity and Transportation

As shown in Table 1, electricity use accounted for about 37% of Utah's gross GHG emissions in 2005 (25.6 MMtCO₂e), which was slightly higher than the national share of emissions from electricity production (32%).⁶ In total (across the residential, commercial and industrial sectors), Utah has a lower per capita use of electricity than the U.S. as a whole (10,000 kWh per person per year compared to 12,000 kWh/person-yr nationally), which means that the carbon content of electricity consumed in the state is higher than the U.S. as a whole.

It is important to note that these preliminary electricity emissions estimates reflect the *GHG* emissions associated with the electricity sources used to meet Utah demands, corresponding to a consumption-based approach to emissions accounting (see Section 2). Another way to look at electricity emissions is to consider the *GHG* emissions produced by electricity generation facilities in the State. Utah power plants produce more electricity than is consumed in the State – in the year 2000, for example, Utah exported 28% of the electricity produced in the State. As a result, in 2000, emissions associated with electricity consumption (22.5 MMtCO₂e) were much lower than those associated with electricity production (32.4 MMtCO₂e).

While CCS estimated emissions associated with both electricity production and consumption, unless otherwise indicated, tables, figures, and totals in this report reflect electricity consumption-based emissions. The consumption-based approach can better reflect the emissions (and emissions reductions) associated with activities occurring in the State, particularly with respect to electricity use (and efficiency improvements), and is particularly useful for policy-making. Under this approach, emissions associated with electricity exported to other States would need to be covered in those States' accounts in order to avoid double-counting or exclusions. Arizona, California, Oregon, New Mexico, and Washington are currently considering such an approach. Data to account for the electricity imported into Utah were not factored into the analysis conducted for this report.

_

⁶ Unlike for Utah, for the U.S. as a whole, there is relatively little difference between the emissions from electricity use and emissions from electricity production, as the U.S. imports only about 1% of its electricity, and exports far less.

⁷ Estimating the emissions associated with electricity use requires an understanding of the electricity sources (both in-state and out-of-state) used by utilities to meet consumer demand. The current estimate reflects some very simple assumptions described in Appendix A.

Like electricity emissions, GHG emissions from transportation fuel use have risen steadily since 1990 at an average rate of slightly over 3% annually. Gasoline-powered vehicles accounted for about 55% of transportation GHG emissions in 2005. Diesel vehicles accounted for another 25% of emissions and air travel for roughly 17%. Marine gasoline, locomotives, and other sources [natural gas and liquefied petroleum gas (LPG) vehicles and lubricants] accounted for the remaining 3% of transportation emissions. As the result of Utah's population and economic expansion and an increase in total vehicle miles traveled during the 1990s, onroad gasoline use grew by 45% between 1990 and 2005. Meanwhile, onroad diesel use more than doubled during this period, suggesting an even more rapid growth in freight movement within the State. Aviation fuel use grew by 32% from 1990-2005.

Reference Case Projections

Relying on a variety of sources for projections of electricity and fuel use, as noted below and in the Appendices, we developed a simple reference case projection of GHG emissions through 2020. As illustrated in Figure 3 and shown numerically in Table 1, under the reference case projections, Utah gross GHG emissions continue to grow steadily, climbing to 98 MMTCO₂e by 2020, 98% above 1990 levels. Electricity use is projected to be the largest contributor to future emissions growth, followed by the transportation sector and RCI fossil fuel use.

Key Uncertainties and Next Steps

Some data gaps exist in this inventory, and particularly in the reference case projections. Key tasks that should be performed in future updates include review and revision of key drivers, such as the electricity and transportation fuel use growth rates that will be major determinants of Utah's future GHG emissions (see Table 1). These growth rates are driven by uncertain economic, demographic, and land use trends (including growth patterns and transportation system impacts), all of which deserve closer review and discussion.

Perhaps the variable with the most important implications for GHG emissions is the type and number of power plants built in Utah between now and 2020. The assumptions on VMT and air travel growth also have large impacts on the GHG emission growth in the State. Finally, uncertainty remains regarding the estimates for historic GHG sinks from forestry, and projections for these emissions will greatly affect the net GHG emissions attributed to Utah.

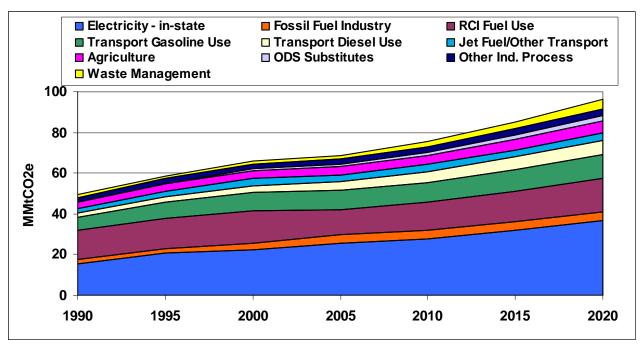


Figure 3. Utah Gross GHG Emissions by Sector, 1990-2020: Historical and Projected

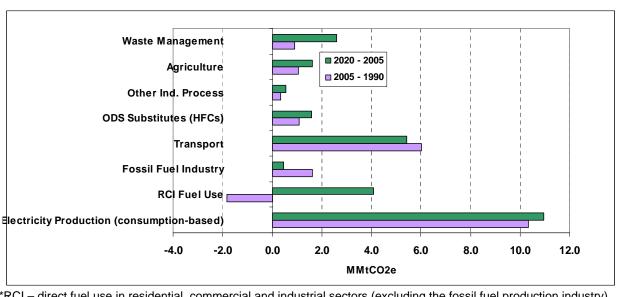


Figure 4. Sector Contributions to Emissions Growth in Utah, 1990-2020: Historic and Reference Case Projections

^{*}RCI – direct fuel use in residential, commercial and industrial sectors (excluding the fossil fuel production industry)

^{*}RCI – direct fuel use in residential, commercial and industrial sectors (excluding the fossil fuel production industry)

Table 3. Key Annual Growth Rates for Utah, Historical and Projected

Key Parameter	1990- 2005	2005- 2020	Sources
Population	2.6%	2.1%	The Utah Governor's Office of Planning and Budget
Employment Goods Services	2.3% 3.2%	2.4% 1.6%	Utah Department of Workforce Services, The Utah Governor's Office of Planning and Budget
Electricity Sales	3.3%	3.3%	EIA data for 1990-2005, Rocky Mountain power for projections
Vehicle Miles Traveled	3.8%	2.3%	Utah Department of Transportation

^{*} Population and employment projections for Utah were used together with US DOE's Annual Energy Outlook 2006 projections of changes in fuel use on a per capita and per employee, as relevant for each sector. For instance, growth in Utah's residential natural gas use is calculated as the Utah population growth times the change in per capita natural gas use for the Mountain region.

Emissions of aerosols, particularly black carbon from fossil fuel combustion, could have significant impacts in terms of radiative forcing (that is, climate impacts). Methodologies for conversion of black carbon mass estimates and projections to global warming potential involve significant uncertainty at present, but CCS has developed and used a recommended approach for estimating black carbon emissions based on methods used in other States. Current estimates suggest a CO₂e contribution of about 7% overall from BC emissions, as compared to the CO₂e contributed from the gases (4.9 MMtCO₂e from BC in 2002 compared to 66 MMtCO₂e from the six GHGs). Emissions from two primary contributing sectors (onroad and nonroad diesel combustion) are expected to decline by 2020 due to new engine and fuel standards.

Approach

The principal goal of compiling the inventories and reference case projections presented in this document is to provide the State with a general understanding of Utah's historical, current, and projected (expected) GHG emissions. The following explains the general methodology and the general principles and guidelines followed during development of these GHG inventories for Utah.

General Methodology

CCS prepared this analysis in close consultation with Utah agencies, in particular, with the UDEQ staff. The overall goal of this effort is to provide simple and straightforward estimates, with an emphasis on robustness, consistency, and transparency. As a result, we rely on reference forecasts from best available state and regional sources where possible. Where reliable forecasts are lacking, we use straightforward spreadsheet analysis and linear extrapolations of historical trends rather than complex modeling.

In most cases, we follow the same approach to emissions accounting for historical inventories used by the U.S. EPA in its national GHG emissions inventory and its guidelines for States. These inventory guidelines were developed based on the guidelines from the Intergovernmental Panel on Climate Change, the international organization responsible for developing coordinated methods for national GHG inventories. The inventory methods provide flexibility to account for local conditions. The key sources of activity and projection data are shown in Table 4. Table 4 also provides the descriptions of the data provided by each source and the uses of each data set in this analysis.

General Principles and Guidelines

A key part of this effort involves the establishment and use of a set of generally accepted accounting principles for evaluation of historical and projected GHG emissions, as follows:

• **Transparency:** We report data sources, methods, and key assumptions to allow open review and opportunities for additional revisions later based on input from others. In addition, we report key uncertainties where they exist.

10

⁸ U.S. EPA, Feb 2005. *Draft Inventory of US Greenhouse Gas Emissions and Sinks: 1990-2003*. http://yosemite.epa.gov/oar/globalwarming.nsf/content/ResourceCenterPublicationsGHGEmissionsUSEmissionsInventory2005.html.

http://yosemite.epa.gov/oar/globalwarming.nsf/content/EmissionsStateInventoryGuidance.html.

http://www.ipcc-nggip.iges.or.jp/public/gl/invs1.htm.

Table 4. Key Sources for Utah Data, Inventory Methods, and Growth Rates

Source	Information provided	Use of Information in this
U.S. EPA State Greenhouse Gas Inventory Tool (SGIT)	US EPA SGIT is a collection of linked spreadsheets designed to help users develop State GHG inventories. US EPA SGIT contains default data for each State for most of the information required for an inventory. The SGIT methods are based on the methods provided in the Volume 8 document series published by the Emissions Inventory Improvement Program (http://www.epa.gov/ttn/chief/eiip/techrepor t/volume08/index.html)	Analysis Where not indicated otherwise, SGIT is used to calculate emissions from residential/commercial/industrial fuel combustion, industrial processes, transportation, agriculture and forestry, and waste. We use SGIT emission factors (CO ₂ , CH ₄ and N ₂ O per BTU consumed) to calculate energy use emissions.
U.S. DOE Energy Information Administration (EIA) State Energy Data (SED) U.S. DOE Energy	EIA SED source provides energy use data in each State, annually to 2004 or in some cases 2005). EIA AEO2006 projects energy supply and	EIA SED is the source for most energy use data. We also use the more recent data for electricity and natural gas consumption (including natural gas for vehicle fuel) from the EIA website for years after 2001. Emission factors from US EPA SGIT are used to calculate energy-related emissions. EIA AEO2006 is used to project
Information Administration Annual Energy Outlook 2006 (AEO2006)	demand for the U.S. from 2005 to 2030. Energy consumption is estimated on a regional basis. Utah is included in the Mountain Census region (AZ, CO, ID, MT, NM, NV, UT, and WY)	changes in per capita (residential) and per employee (commercial/industrial) energy consumption
American Gas Association – Gas Facts	Natural gas transmission and distribution pipeline mileage.	Pipeline mileage from Gas Facts used with SGIT to estimate natural gas transmission and distribution emissions.
U.S. EPA Landfill Methane Outreach Program (LMOP)	Data on industrial source activity. LMOP provides landfill waste-in-place data.	Includes information on cement, lime production, and other sources. Waste-in-place data used to estimate annual disposal rate, which was used with SGIT to estimate emissions from solid waste, with additional data from UDEO staff.
U.S. Forest Service	Data on forest carbon stocks for multiple years.	Data are used to calculate carbon dioxide flux over time (terrestrial CO ₂ sequestration in forested areas)
USDS National Agricultural Statistics Service (NASS)	USDA NASS provides data on crops and livestock.	Crop production data used to estimate agricultural residue and agricultural soils emissions; livestock population data used to estimate manure and enteric fermentation emissions

- Consistency: To the extent possible, the inventory and projections will be designed to be externally consistent with current or likely future systems for state and national GHG emission reporting. We have used the EPA tools for state inventories and projections as a starting point. These initial estimates were then augmented and/or revised as needed to conform with state-based inventory and base-case projection needs. For consistency in making reference case projections ¹¹, we define reference case actions for the purposes of projections as those currently in place or reasonably expected over the time period of analysis.
- Comprehensive Coverage of Gases, Sectors, State Activities, and Time Periods. This analysis aims to comprehensively cover GHG emissions associated with activities in Utah. It covers all six GHGs covered by U.S. and other national inventories: CO₂, CH₄, N₂O, SF₆, HFCs, and PFCs and black carbon. The inventory estimates are for the year 1990, with subsequent years included up to most recently available data (typically 2002 to 2005), with projections to 2010 and 2020.
- **Priority of Significant Emissions Sources:** In general, activities with relatively small emissions levels may not be reported with the same level of detail as other activities.
- Priority of Existing State and Local Data Sources: In gathering data and in cases
 where data sources conflicted, we placed highest priority on local and state data and
 analyses, followed by regional sources, with national data or simplified assumptions such
 as constant linear extrapolation of trends used as defaults where necessary.
- Use of Consumption-Based Emissions Estimates: To the extent possible, we estimated emissions that are caused by activities that occur in Utah. For example, we reported emissions associated with the electricity consumed in Utah. The rationale for this method of reporting is that it can more accurately reflect the impact of State-based policy strategies such as energy efficiency on overall GHG emissions, and it resolves double counting and exclusion problems with multi-emissions issues. This approach can differ from how inventories are compiled, for example, on an in-state production basis, in particular for electricity.

For electricity, we estimate, in addition to the emissions due to fuels combusted at electricity plants in the State, the emissions related to electricity *consumed* in Utah. This entails accounting for the electricity sources used by Utah utilities to meet consumer demands. If UDEQ decides to refine this analysis, they may also consider estimating other sectoral emissions on a consumption basis, such as accounting for emissions from combustion of transportation fuel used in Utah, but purchased out-of-state. In some cases this can require venturing into the relatively complex terrain of life-cycle analysis. In general, CCS recommends considering a consumption-based approach where it will significantly improve the estimation of the emissions impact of potential mitigation strategies. For example re-use, recycling, and source reduction can lead to emission reductions resulting from lower energy requirements for material production (such as paper,

¹¹ "Reference case" refers to a projection of the current or "base year" inventory to one or more future years under business-as-usual forecast conditions (for example, existing control programs and economic growth).

cardboard, and aluminum), even though production of those materials, and emissions associated with materials production, may not occur within the State.

Details on the methods and data sources used to construct the inventories and forecasts for each source sector are provided in the following appendices:

- Appendix A. Electricity Use and Supply.
- Appendix B. Residential, Commercial, and Industrial (RCI) Fossil Fuel Combustion (excluding fuel used by the fossil fuel production industry).
- Appendix C. Transportation Energy Use.
- Appendix D. Industrial Processes.
- Appendix E. Fossil Fuel Industries.
- Appendix F. Agriculture.
- Appendix G. Waste Management.
- Appendix H. Forestry.

Appendix I contains a discussion of the inventory and forecast for black carbon. Appendix J provides additional background information from the U.S. EPA on greenhouse gases and global warming potential values.

[To conserve paper, the appendices can be found online at: http://www.deq.utah.gov/BRAC_Climate/docs/Final_Utah_GHG_I&F_Report_080907.pdf]